

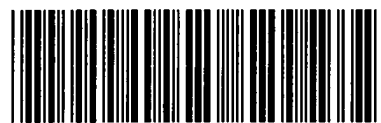
Registered number
00763486

Discretionary Unit Fund Managers Limited

Report and Financial Statements

31 December 2019

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Discretionary Unit Fund Managers Limited

Registered number: 00763486

Directors' Report

The directors present their report and financial statements for the year ended 31 December 2019.

Principal activities

In 2016 the company sold its principal activity of managing the Discretionary Unit Fund and the directors are considering the future of the business.

Future developments

The directors are considering the future of the business.

Review of the business and results

The results are in line with the directors' expectations and further details are set out on page 6. Given the size and complexity of the business, an analysis of the key performance indicators is not considered necessary for an understanding of the development or performance of the business.

Dividends

Dividends paid were £Nil

Directors

The following persons served as directors during the year:

S. J. B. Knott
D. M. Bramwell (resigned 1 October 2020)

Directors' responsibilities

The directors are responsible for preparing the report and financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with International Financial Reporting Standards (IFRS) as adopted for use in the European Union. Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable IFRSs have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Discretionary Unit Fund Managers Limited

Registered number: 00763486

Directors' Report

Disclosure of information to auditors

Each person who was a director at the time this report was approved confirms that:

- so far as he is aware, there is no relevant audit information of which the company's auditor is unaware; and
- he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

This report was approved by the board on 27 November 2020 and signed on its behalf.



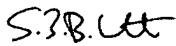
S J B Knott
Director

Discretionary Unit Fund Managers Limited

Strategic Report

In 2016 the company sold its principal activity of managing the Discretionary Unit Fund and the directors are considering the future of the business. Further information concerning the company is shown in the directors report and the financial statements.

This report was approved by the board on 27 November 2020 and signed on its behalf.



S J B Knott
Director

Discretionary Unit Fund Managers Limited
Independent auditor's report
to the members of Discretionary Unit Fund Managers Limited

Opinion

We have audited the financial statements of Discretionary Unit Fund Managers Limited for the year ended 31 December 2019 which comprise the Statement of Comprehensive Income, the Balance Sheet, the Statement of Changes in Equity, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and International Financial Reporting Standards (IFRSs) as adopted by the European Union.

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2019 and of its loss for the year then ended;
- have been properly prepared in accordance with IFRSs as adopted by the European Union; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis of opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The other information comprises the information included in the report and financial statements, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report have been prepared in accordance with applicable legal requirements.

Discretionary Unit Fund Managers Limited
Independent auditor's report
to the members of Discretionary Unit Fund Managers Limited

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or

Responsibilities of directors

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

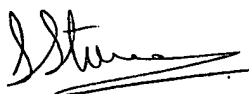
Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Jeremy Staines
(Senior Statutory Auditor)
for and on behalf of
Begbies Chartered Accountants
Accountants and Statutory Auditors
27 November 2020

9 Bonhill Street
London
EC2A 4DJ

Discretionary Unit Fund Managers Limited
Statement of Comprehensive Income
for the year ended 31 December 2019

	Notes	2019 £	2018 £
Administrative expenses		(189)	(5,816)
Operating loss	2	<u>(189)</u>	<u>(5,816)</u>
Profit on disposal of business		-	31,552
(Loss)/profit on ordinary activities before taxation		<u>(189)</u>	<u>25,736</u>
Tax on (loss)/profit on ordinary activities	3	-	-
(Loss)/profit for the financial year		<u><u>(189)</u></u>	<u><u>25,736</u></u>
 Earnings per share			
Basic	4	<u><u>(0.2)p</u></u>	<u><u>27.5 p</u></u>

Discontinued operations

All of the company's activities were discontinued during the financial year ending 31 December 2016.

Discretionary Unit Fund Managers Limited
Statement of Financial Position
as at 31 December 2019

	Notes	2019 £	2018 £
Current assets			
Trade and other receivables	5	103,677	103,677
Cash at bank and in hand		<u>751,333</u>	<u>751,402</u>
		855,010	855,079
Current liabilities			
Trade and other payables	6	18,720	18,600
Amounts owed to group undertakings		<u>77,834</u>	<u>77,834</u>
		(96,554)	(96,434)
Net current assets		<u>758,456</u>	<u>758,645</u>
Net assets		<u><u>758,456</u></u>	<u><u>758,645</u></u>
Capital and reserves			
Called up share capital	7	93,600	93,600
Capital redemption reserve	8	34,451	34,451
Retained earnings	9	630,405	630,594
Total equity		<u><u>758,456</u></u>	<u><u>758,645</u></u>



S J B Knott

Director

Approved by the board on 27 November 2020

Discretionary Unit Fund Managers Limited
Statement of Changes in Equity
for the year ended 31 December 2019

	Share capital	Other reserves	Profit and loss account	Total
	£	£	£	£
At 1 January 2018	93,600	34,451	604,858	732,909
Profit for the financial year			25,736	25,736
At 31 December 2018	<u>93,600</u>	<u>34,451</u>	<u>630,594</u>	<u>758,645</u>
At 1 January 2019	93,600	34,451	630,594	758,645
Loss for the financial year			(189)	(189)
At 31 December 2019	<u>93,600</u>	<u>34,451</u>	<u>630,405</u>	<u>758,456</u>

Discretionary Unit Fund Managers Limited
Statement of Cash Flows
for the year ended 31 December 2019

	Notes	2019 £	2018 £
Operating activities			
(Loss)/profit before tax		(189)	25,736
Profit on disposal of business		-	(31,552)
Operating cash flows before movement in working capital		<u>(189)</u>	<u>(5,816)</u>
Adjustments for:			
Increase trade and other receivables		-	(31,552)
Increase trade and other payables		<u>120</u>	<u>5,640</u>
		<u>(69)</u>	<u>(31,728)</u>
Cash outflow from operating activities		<u><u>(69)</u></u>	<u><u>(31,728)</u></u>
Cash flows from investing activities			
Proceeds from disposal of business		-	31,552
Cash flows from investing activities		<u><u>-</u></u>	<u><u>31,552</u></u>
Net cash decrease in cash and cash equivalents		(69)	(176)
Cash and cash equivalents at 1 January 2019		<u>751,402</u>	<u>751,578</u>
Cash and cash equivalents at 31 December 2019		<u><u>751,333</u></u>	<u><u>751,402</u></u>
Cash and cash equivalents comprise:			
Cash at bank		<u><u>751,333</u></u>	<u><u>751,402</u></u>

Discretionary Unit Fund Managers Limited
Notes to the Accounts
for the year ended 31 December 2019

1 Summary of significant accounting policies

Basis of preparation

The financial statements have been prepared on an historical cost basis and in accordance with the International Financial Reporting Standards (IFRS), which comprise standards and interpretations approved by the International Accounting Standards Board (IASB), and International Accounting Standards and Standing Interpretations Committee interpretations approved by the International Accounting Standards Committee (IASC) that remain in effect, and to the extent that they have been adopted by the European Union.

The financial statements have been prepared on a going concern basis, however the directors are considering the future of the company and are of the opinion that no material adjustments would be required if the financial statements were prepared on a break up basis.

Debtors

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts.

Creditors

Short term creditors are measured at transaction price (which is usually the invoice price).

Taxation

The charge for current tax is based on the net revenue for the year. Deferred tax is recognised in respect of timing differences that have originated but not reversed at the balance sheet date.

2 Operating profit

	2019	2018
	£	£
This is stated after charging:		
Auditors' remuneration for audit services	1,000	2,000
Auditors' remuneration for other services	1,500	1,200
	<u>2,500</u>	<u>3,200</u>

Discretionary Unit Fund Managers Limited
Notes to the Accounts
for the year ended 31 December 2019

3 Taxation	2019	2018
	£	£
Analysis of charge in period		
Tax on profit on ordinary activities	<u>-</u>	<u>-</u>

Factors affecting tax charge for period

The differences between the tax assessed for the period and the standard rate of corporation tax are explained as follows:

	2019	2018
	£	£
(Loss)/profit on ordinary activities before tax	<u>(189)</u>	<u>25,736</u>
Standard rate of corporation tax in the UK	19.00%	19.00%
	£	£
Profit on ordinary activities multiplied by the standard rate of corporation tax	(36)	4,890
Effects of:		
Utilisation of tax losses	36	(4,890)
Current tax charge for period	<u>-</u>	<u>-</u>

Factors that may affect future tax charges

The directors are not aware of any factors that may affect future tax charges.

4 Earnings per share

The calculation of the basic earnings per share is based on the following data:

	2019	2018
	£	£
Earnings		
Earnings for the purpose of basic earnings per share (net profit for the financial year).	<u>(189)</u>	<u>25,736</u>
Number of shares		
Weighted average number of shares for the purposes of basic earnings per share.	<u>93,600</u>	<u>93,600</u>
Earnings per share	<u>(0.2)p</u>	<u>27.5 p</u>

Discretionary Unit Fund Managers Limited
Notes to the Accounts
for the year ended 31 December 2019

5 Trade and other receivables	2019	2018
	£	£
Other debtors	103,677	103,677

6 Trade and other payables	2019	2018
	£	£
Trade creditors	15,720	12,840
Accruals and deferred income	3,000	5,760
	18,720	18,600

7 Share capital	2019	2018	2019	2018
	Number	Number	£	£
Allotted, called up and fully paid: Ordinary £1 shares	93,600	93,600	93,600	93,600

8 Capital redemption reserve	2019	2018
	£	£
At 1 January 2019	34,451	34,451
At 31 December 2019	34,451	34,451

9 Retained earnings	2019	2018
	£	£
At 1 January 2019	630,594	604,858
(Loss)/profit for the financial year	(189)	25,736
At 31 December 2019	630,405	630,594

10 Related party transactions

During the year the company had the following transactions with Rights and Issues Investment Trust PLC, its parent company.

	2019	2018
	£	£
Dividends paid	-	-
Amounts owed to the parent company	77,834	77,834

Discretionary Unit Fund Managers Limited
Notes to the Accounts
for the year ended 31 December 2019

11 Financial assets and liabilities

The company's financial instruments comprise cash balances and short term debtors and creditors that arise from its operations. At the year end, the company's fair value financial instruments exposed to credit risk, were all current and are shown in note 5 and 6 to the accounts.

All assets and liabilities are included at fair value.

12 Controlling party

The ultimate holding company is its parent company Rights and Issues Investment Trust PLC, a company registered in England.

13 Presentation currency

The financial statements are presented in Sterling.

14 Legal form of entity and country of incorporation

Discretionary Unit Fund Managers Limited is a private company limited by shares and incorporated in England.

15 Principal place of business

The address of the company's principal place of business and registered office is:

Hamilton Centre
Rodney Way
Chelmsford
Essex
CM1 3BY